

FISCAL NOTE

Bill #: SB0001 **Title:** Authorize living will indicator on driver's license
Primary Sponsor: Schmidt, T **Status:** As Introduced - 2nd Revision

Sponsor signature	Date	David Ewer, Budget Director	Date
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Fiscal Summary

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
Expenditures:		
General Fund	\$6,212	\$0
State Special Revenue	\$0	\$0
Revenue:		
General Fund	\$4,459	\$5,945
State Special Revenue	\$2,279	\$0
Net Impact on General Fund Balance:	(\$1,753)	\$5,945

<input type="checkbox"/> Significant Local Gov. Impact	<input type="checkbox"/> Technical Concerns
<input type="checkbox"/> Included in the Executive Budget	<input type="checkbox"/> Significant Long-Term Impacts
<input type="checkbox"/> Dedicated Revenue Form Attached	<input checked="" type="checkbox"/> Needs to be included in HB 2

Fiscal Analysis

ASSUMPTIONS:

Department of Justice

1. This bill authorizes a living will indicator on an individual's driver license.
2. As the public is educated about the availability of this option, it is anticipated that the most educated and concerned will request that this designation be placed on their driver license even before their license renewal date. It is estimated that this will result in a three percent increase in the number of duplicate driver licenses issued annually.
3. Approximately 30,000 duplicate driver licenses are issued annually. Increasing this number three percent annually would result in an increase of 675 in FY 2006 (30,000 x 3% x .75 year) and 900 in FY 2007 (30,000 x 3%).
4. The fee for a duplicate driver license is \$10.00. The increased number of duplicate driver licenses would result in an increase in duplicate driver license fees of approximately \$6,750 in FY 2006 (675 x \$10.00) and \$9,000 in FY 2007 (900 x \$10.00).
5. Fees for duplicate driver licenses are distributed 25 percent state special revenue for the Montana Highway Patrol Retirement account, 8.75 percent state special revenue for the State Traffic Education account, and 66.25 percent to the State General Fund. If the duplicate driver license fee is collected by

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the county treasurers office, then 3.75 percent of the fee is distributed to the county general fund and 62.50 percent to the state general fund.

6. The anticipated increase in duplicate driver licenses in FY 2006 would result in increased revenues for the Montana Highway Patrol Retirement state special revenue account of approximately \$1,688 in FY 2006 ($675 \times \$10.00 \times 25\%$) and \$2,250 in FY 2007 ($900 \times \$10.00 \times 25\%$).
7. Revenues for the State Traffic Education account would increase approximately \$591 in FY 2006 ($675 \times \$10.00 \times 8.75\%$) and \$788 in FY 2007 ($900 \times \$10.00 \times 8.75\%$).
8. The county treasurer's offices collect approximately five percent of the duplicate driver license fees collected annually and state offices collect 95 percent. In FY 2006 revenues for the state general fund would increase approximately \$4,459 ($675 \times \$10.00 \times 5\% \times 62.5\%$ plus $675 \times \$10.00 \times 95\% \times 66.25\%$) and in FY 2007 \$5,945 ($900 \times \$10.00 \times 5\% \times 62.5\%$ plus $900 \times \$10.00 \times 95\% \times 66.25\%$).
9. The living will indicator would be added to the back of the current driver's license since there is not adequate space available on the face of the current driver's license format.
10. Training would be included in the Department of Justice, Motor Vehicle Division's normal training schedule provided for state and county employees.
11. Operating costs would increase an estimated \$6,212 in state General Fund in FY 2006 for programming and computer operating time to design, test, and implement the new processes to add the living will indicator to the driver's license.

FISCAL IMPACT:**Department of Justice**

	<u>FY 2006 Difference</u>	<u>FY 2007 Difference</u>
<u>Expenditures:</u>		
Operating Expenses	\$6,212	\$0
<u>Funding of Expenditures:</u>		
General Fund (01)	\$6,212	\$0
<u>Revenues:</u>		
State General Fund	\$4,459	\$5,945
State Special Revenue – MHP Retirement	\$1,688	\$2,250
State Special Revenue – State Traffic Ed	\$591	\$788
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>		
General Fund (01)	(\$1,753)	\$5,945
State Special Revenue – MHP Retirement	\$1,688	\$2,250
State Special Revenue – State Traffic Ed	\$591	\$788

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Revenues for the county general fund accounts would increase approximately \$13 in FY 2006 ($675 \times \$10.00 \times 5\% \times 3.75\%$) and \$17 in FY 2007 ($900 \times \$10.00 \times 5\% \times 3.75\%$).